

Health Maintenance Organization
Quarterly Minimum Statutory Net Worth Calculation in accordance with I.C. 27-13-12-3

(Company Name)

(NAIC Company Code)

(Type of organization; e.g., staff, group, IPA, network or direct contract model.)

Minimum Net Worth Calculation - Part 1

Note: The quarterly calculation differs from the annual calculation in that amounts must be annualized.

A health maintenance organization shall maintain a minimum net worth equal to the greater of:

ANNUALIZED **

(1) One million dollars (\$1,000,000)	\$1,000,000 (1)
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(2) Two percent of of the first \$150,000,000 premium revenues as reported on the most recent financial statement..... \$ _____ X .02 = \$ _____ (2A)

(page 4, column 2, Net Premium Income =< \$150,000,000)

and 1% of premium revenues in excess of \$150,000,000.....

\$ _____ X .01 = \$ _____ (2B)

(page 4, column 2, Net Premium Income > \$150,000,000)

(Sum of 2A and 2B)

(3) The sum of three (3) months of uncovered health care expenditures, as reported on the most recent financial statement..... (3) \$

(4) An amount equal to the sum of:

Health care expenditures reported on the most recent quarterly financial statement..... \$ _____
(page 4, column 2, line 16)

Less: Expenditures paid on a capitated basis	\$
	(Company calculation)

Less: Expenditures paid on a managed hospital payment basis.....	\$
	(Company calculation)

8% of health care expenditures except those paid on a capitated basis or managed hospital payment basis as reported on the most recent financial statement.....\$ _____ X .08 = \$ _____ (4A)

4% of hospital expenditures paid on a managed hospital payment basis as reported on the most recent financial statement.....

\$ _____ X .04 = \$ _____ (4B)
(Company calculation)

\$ (4)

(Sum of 4A and 4B)

N/A

Net Worth as of ____/____/____	\$ _____
Less: Minimum Net Worth required per I.C. 27-13-12-3 (the greater of annualized 1, 2, 3, or 4)	\$ _____
Excess / (Deficiency)	\$ _____

** Annualized = to annualize multiply amount by 4 for the March 31st filing, by 2 if the June 30th filing and by 4/3 for the September 30th filing.